

ORIGINAL

NEW APPLICATION



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BEFORE THE ARIZONA CORPORATION COMMISSION

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2010 MAR 12 P 4: 15

AZ CORP COMMISSION
DOCKET CONTROL

E-01345A-10-0092

IN THE MATTER OF THE ARIZONA
PUBLIC SERVICE COMPANY'S
REQUEST FOR AUTHORIZATION TO
APPLY THE CREDIT CUSTOMERS
BALANCE IN ITS NET GAINS ON
UTILITY PROPERTY ACCOUNT TO ITS
DEMAND-SIDE MANAGEMENT
ADJUSTOR CHARGE ACCOUNT

DOCKET NO. E-01345A-10-_____

APPLICATION

Arizona Corporation Commission

DOCKETED

MAR 12 2010

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Arizona Public Service Company ("APS" or "Company") hereby requests that the Arizona Corporation Commission ("Commission") authorize the Company to apply the Net Gains on Utility Property account balance as of December 31, 2009 as a credit to the DSM Adjustor balance. This credit will reduce the amount of DSM costs that would need to be recovered from APS customers beginning March 1, 2011.

BACKGROUND

On June 28, 2007, the Commission issued Decision No. 69670, which approved APS's sale or lease of small amounts of utility subject to specific conditions and limitations. In that Decision, the Commission required that on April 30 of even numbered years, the entire amount in the account, if \$100,000 or greater, either be refunded to customers or used by APS to fund programs that will directly benefit customers as directed and approved by the Commission. As of December 31, 2009, the balance of Net Gains on Utility Property is \$118,079.

Rather than refunding such a small sum, the Company believes that applying that credit to the deferred DSM balance to reduce the impact of the DSMAC in 2011 is reasonable and will directly benefit APS customers. A similar request was made by APS

1 in February of 2008 and approved by the Commission in Decision No. 70295 (April 24,
2 2008).

3 RESPECTFULLY SUBMITTED this 12th day of March 2010.

4 PINNACLE WEST CAPITAL CORPORATION
5 LAW DEPARTMENT

6 By: Thomas L. Mumaw
7 Thomas L. Mumaw
8 Attorney for Arizona Public Service Company
9

10 ORIGINAL and thirteen (13) copies
11 of the foregoing filed this 12th day of
12 March 2010, with:

13 Docket Control
14 ARIZONA CORPORATION COMMISSION
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16 Phoenix, Arizona 85007

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